

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE	)	
COMMISSION OF THE APPLICATION OF THE	)	
FUEL ADJUSTMENT CLAUSE OF OWEN	)	CASE NO. 96-543
ELECTRIC COOPERATIVE FROM NOVEMBER 1,	)	
1994 TO OCTOBER 31, 1996	)	

O R D E R

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on November 14, 1996 established this case to review and evaluate the operation of the fuel adjustment clause ("FAC") of Owen Electric Cooperative ("Owen") for the two years ended October 31, 1996.

As part of this review, the Commission ordered Owen to submit certain information and an affidavit attesting to its compliance with Commission Regulation 807 KAR 5:056. Owen has complied with this Order. The Commission further ordered that a public hearing be held in this case but cancelled it when, after publication of notice, no interested party advised the Commission of its intention to attend.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. Owen has complied in all material respects with the provisions of Commission Regulation 807 KAR 5:056.

2. East Kentucky Power Cooperative, Inc. ("EKPC"), the wholesale supplier of Owen, has been authorized to transfer (roll-in) a 0.23 mills per Kwh decrease in its base fuel cost to its base rates.<sup>1</sup>

3. Owen should be authorized to transfer (roll-in) a 0.24 mills per Kwh decrease in its base fuel costs to its base rates to reflect, as adjusted for line loss, the transfer of a 0.23 mills per Kwh decrease in EKPC's base rates. This transfer can best be accomplished by a negative energy adder to each Kwh sold.

4. The rates and charges in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable, and reflect the transfer of fuel costs from the FAC to the base rate.

IT IS THEREFORE ORDERED that:

1. The charges and credits applied by Owen through the FAC for the period November 1, 1994 to October 31, 1996 are approved.

2. Owen is authorized to transfer to base rates those fuel costs (as adjusted for line-loss) rolled-in by EKPC from its FAC to its base rates.

3. The rates in Appendix A are approved for service rendered by Owen on and after September 1, 1997.

4. Within 30 days of the date of this Order, Owen shall file with the Commission revised tariff sheets setting out the rates approved herein.

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<sup>1</sup> Case No. 96-522, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of East Kentucky Power Cooperative, Inc. from November 1, 1994 to October 31, 1996.

Done at Frankfort, Kentucky, this 20th day of August, 1997.

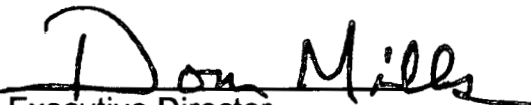
PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

  
Executive Director

## APPENDIX A

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 96-543 DATED AUGUST 20, 1997

The following rates and charges are prescribed for the customers in the area served by Owen Electric Cooperative. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

#### SCHEDULE I FARM AND HOME

Rate:

All KWH

\$0.05916 Per KWH

#### SCHEDULE IA FARM AND HOME OFF-PEAK MARKETING RATE

Rate:

All KWH

\$0.03550 Per KWH

#### SCHEDULE I FARM AND HOME T-O-D

Rate:

On-Peak Rate  
All KWH/Month

\$0.05916 Per KWH

Off-Peak Rate  
All KWH/Month

0.03550 Per KWH

#### SCHEDULE I SMALL COMMERCIAL

Rate:

All KWH

\$0.05916 Per KWH

SCHEDULE II  
LARGE POWER

Rate:

All KWH

\$0.03960 Per KWH

SCHEDULE III  
SECURITY LIGHTS

Rate Per Month:

Installed on existing pole where  
120 volts are available

\$ 4.66

One Pole Added

6.30

Two Poles Added

7.94

Three Poles Added

9.58

Four Poles Added

11.22

SCHEDULE VIII  
LARGE INDUSTRIAL RATE LPC 1

Rate:

Energy Charge

0.02690 Per KWH

SCHEDULE IX  
LARGE INDUSTRIAL RATE LPC 2

Rate:

Energy Charge

0.02190 Per KWH

SCHEDULE X  
LARGE INDUSTRIAL RATE LPC 1-A

Rate:

Energy Charge

0.02490 Per KWH